

Highlights of consolidated quarterly results 2008 (Three-month period ended June 30, 2008)

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July 29, 2008

[Prepared on the basis of accounting principles generally accepted in the United States of America]

1. Consolidated Income

Unit: 100 millions of yen (rounded to the nearest 100 million)

Sumitomo Corporation

	Three months ended June 30, 2008	Three months ended June 30, 2007	increase/(decrease)		Summary of the results for the three months (April 1, 2008-June 30, 2008) in comparison with the same period of the previous year	Annual targets (announced in April 2008)	
			amount	percentage		amount	achievement
Gross profit	2,538	2,225	313	14%	<u>Gross profit</u>	9,900	26%
Other income (expenses) :					<Businesses which contributed to the increase>		
Selling, general and administrative expenses	(1,677)	(1,575)	(102)	(7%)	- Steel service center operation in Asia and China - Merger of Sumitomo Mitsui Auto Service - Jupiter Shop Channel (SC Media & Commerce Inc./made it a subsidiary) - Coal mining operation in Australia	(7,000)	24%
Interest expense, net of interest income	(85)	(103)	18	17%		(360)	24%
Dividends	81	68	13	20%	<u>Selling, general and administrative expenses</u>	150	54%
Equity in earnings of associated companies, net	316	57	259	452%	- Effect of the newly consolidated subsidiaries	840	38%
Provision for doubtful receivables	(23)	(21)	(3)	(13%)	<u>Interest expense, net of interest income</u>		
Gain on property and equipment, net	9	1	9	-	- Decrease of interest expense due to decline of interest rate in US\$		
Gain on marketable securities and other investments, net	6	161	(156)	(96%)	<u>Dividends</u>		
Other, net	2	(3)	5	-	- Increase of dividends from listed companies in Japan	220	-
Total other income (expenses)	(1,371)	(1,414)	43	3%	<u>Equity in earnings of associated companies, net</u>		
Income before income taxes and minority interests in earnings of subsidiaries	1,167	811	356	44%	- Hedge evaluation impact in San Cristobal silver-zinc-lead mining project in Bolivia Apr-Jun, 2008: Hedge profit +84 Apr-Jun, 2007: Hedge loss -140	(6,150)	22%
Income taxes	(350)	(281)	(69)	(24%)	- Strong performance in copper business in Indonesia (Batu Hijau copper & gold mine project) and the Americas - Strong performance in CATV business (Jupiter Telecommunications (J:COM))	3,750	31%
Income before minority interests in earnings of subsidiaries	817	530	287	54%		(1,200)	29%
Minority interests in earnings of subsidiaries, net	(36)	(16)	(20)	(127%)	<u>Gain on marketable securities and other investments, net</u>		
Net income	781	514	267	52%	- Value realizations through replacements of assets in the same period of the previous year	2,550	32%
						(120)	30%
						2,430	32%
Total trading transactions ^{*1}	28,490	27,533	957	3%		120,000	24%
Operating income ^{*1}	838	629	208	33%		2,850	29%
Basic profit (Calculation for reference) ^{*2}	822	420	401	95%		2,427	34%

*1) Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.

*2) Calculation: (Gross profit-Selling, general and administrative expenses-Interest expenses, net of interest income+Dividends) \times 59% (to take into account income taxes) + Equity in earnings of associated companies, net

Cautionary Statement Concerning Forward-Looking Statements

This report includes forward-looking statements relating to our future plans, targets, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The management targets included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent targets that management strive to achieve through the successful implementation of the Company's business strategies. The company may be unsuccessful in implementing its business strategies, and management may fail to achieve its targets. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

2. Segment Information

Unit: 100 millions of yen (rounded to the nearest 100 million)

Sumitomo Corporation

	Gross profit			Net income			Summary (Net income)
	Three months ended June 30, 2008	Three months ended June 30, 2007	increase/ (decrease)	Three months ended June 30, 2008	Three months ended June 30, 2007	increase/ (decrease)	
Metal Products	242	210	33	95	74	21	- Strong performance in steel service center operation in Asia and China
Transportation & Construction Systems	413	362	51	92	79	12	- Strong performance in automobile, construction equipment and ship business
Infrastructure	96	104	(7)	50	45	5	- IPP business mainly in Asia
Media, Network & Lifestyle Retail	421	293	127	22	17	5	- Jupiter Shop Channel (SC Media & Commerce Inc./made it a subsidiary)
Chemical & Electronics	129	118	11	32	20	12	- Strong performance in agricultural chemical business - Sulfur and sulfuric acid business
Mineral Resources & Energy	180	100	80	169	27	142	- Coal mining operation in Australia and copper business in Indonesia - Hedge evaluation impact in San Cristobal project
General Products & Real Estate	320	321	(1)	54	49	5	- Strong performance in fertilizer business - Stable performance in real estate business
Financial & Logistics	86	74	12	28	15	14	- Transferred leasing operation
Domestic Regional Business Units and Offices	118	101	17	25	23	3	- Strong performance in metal products business
Overseas Subsidiaries and Branches	554	522	32	146	107	38	- Strong performance in tubular products business in North America - Strong performance in business in Europe and China
Segment Total	2,560	2,206	354	714	457	256	
Corporate and Eliminations	(22)	19	(40)	67	56	11	
Consolidated	2,538	2,225	313	781	514	267	

3. Financial Position

	As of June 30, 2008	As of March 31, 2008	increase/ (decrease)	Summary
Total assets	77,813	75,714	2,099	«Total assets» - Increase in operating assets
Total shareholders' equity	15,914	14,927	986	- Increase due to the rise of securities available-for-sale
Shareholders' equity ratio	20.5%	19.7%	0.8pt	«Total shareholders' equity»
Interest-bearing liabilities, net	32,639	32,476	164	- Increase in retained earnings and unrealized holding gains on securities available-for-sale
Debt-equity ratio, net (times)	2.1	2.2	0.1pt	

4. Cash Flows

	Three months ended June 30, 2008
Net cash provided by operating activities	281
Net cash used in investing activities	(803)
<i>Free Cash Flow</i>	(523)
Net cash provided by financing activities	11
Effect of exchange rate changes on cash and cash equivalents, etc	(37)
Net increase (decrease) in cash and cash equivalents	(549)

<Reference information>

Number of subsidiaries and associated companies

Unit: Number of companies

	As of June 30, 2008			increase/(decrease) from June 30, 2007		
	Profit	Loss	Total	Profit	Loss	Total
Japan	190	41	231	(28)	(18)	(46)
Overseas	526	75	601	(16)	(21)	(37)
Total	716	116	832	(44)	(39)	(83)

(Profit-making company ratio)

86%

+3pt

Equity in earnings of subsidiaries and associated companies

Unit: 100 millions of yen
(rounded to the nearest 100 million)

	Three month ended June 30, 2008			increase/(decrease) from the same period of the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Japan	243	(18)	225	56	2	58
Overseas	554	(27)	527	240	127	367
Total	798	(45)	752	297	128	425